

Appendix 5B

Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001, 01/06/10.

Name of entity

TNG LIMITED

ACN or ARBN

000 817 023

Quarter ended ("current quarter")

31 December 2012

Consolidated statement of cash flows

Cash flows related to operating activities		Current quarter \$A'000	Year to date \$A'000
1.1	Receipts from customers	68	89
1.2	Payments for (a) exploration and evaluation	(1,559)	(3,041)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(1,126)	(1,742)
1.3	Royalties received	-	-
1.4	Interest and other items of a similar nature received	91	205
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes (paid)/refunded net (R&D)	2,044	2,044
1.7	Other	-	(330)
	Net Operating Cash Flows	(482)	(2,775)
Cash flows related to investing activities			
1.8	Payment for purchases of: (a) tenements	-	(200)
	(b) equity investments	-	-
	(c) other fixed assets	(73)	(100)
1.9	Proceeds from sale of: (a) tenements	50	50
	(b) equity investments	-	-
	(c) controlled entity	-	-
	(d) other fixed assets	-	-
1.10	Loans to other entities	-	-
1.11	Loans repaid by other entities	-	-
1.12	Other	-	-
	Net investing cash flows	(23)	(250)

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1.13	Total operating and investing cash flows (brought forward)	(505)	(3,025)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc. (net of expenses)	75	75
1.15	Payment for shares	-	-
1.16	Proceeds from borrowings	-	-
1.17	Repayment of borrowings	-	-
1.18	Dividends paid	-	-
1.19	Other	-	-
	Net financing cash flows	75	75
	Net increase (decrease) in cash held	(430)	(2,950)
1.20	Cash at beginning of quarter/year to date	7,850	10,370
1.21	Exchange rate adjustments to item 1.20		
1.22	Cash at end of quarter	7,420	7,420

Payments to directors of the entity and associates of the directors
Payments to related entities of the entity and associates of the related entities

		Current quarter \$A'000
1.23	Aggregate amount of payments to these parties included in item 1.2	211
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

1.1	- Receipts from an Administrative shared services agreement are offset against administrative costs (1.2)
1.23	- Payments include director and consulting fees paid to entities associated with Mr Biddle and Mr Turkington along with the remuneration of the Managing Director.
1.7	- Relate to/include a director related consultancy termination of \$330,000.

Non-cash financing and investing activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

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2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

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Financing facilities available

Add notes as necessary for an understanding of the position.

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities	–	–
3.2 Credit standby arrangements	–	–

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	1,700
4.2 Development	–
4.3 Production	–
4.3 Administration	700
Total	2,200

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.

	Current quarter \$A'000	Previous quarter \$A'000
5.1 Cash on hand and at bank	7,247	7,700
5.2 Deposits at call	–	–
5.3 Bank overdraft	–	–
5.4 Other – security deposits	173	150
Total: cash at end of quarter	7,420	7,850

Changes in interests in mining tenements

	Tenement reference	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1 Interests in mining tenements relinquished, reduced or lapsed				
6.2 Interests in mining tenements acquired or increased	EL 29252	Granted 23/10/12	100%	100%

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Issued and quoted securities at end of current quarter

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

	Total number	Number quoted	Issue price per security (see note 3)	Amount paid up per security (see note 3)
7.1 Preference + securities (description)				
7.2 Changes during quarter				
(a) Increases through issues				
(b) Decreases through returns of capital, buy-backs, redemptions				
7.3 +Ordinary securities	426,636,517	426,636,517		
7.4 Changes during quarter				
(a) Increases through issues	19,275,000	19,275,000	\$0.139	\$0.139
(b) Increase through exercise of options	500,000	500,000	\$0.150	\$0.150
(c) Decreases through returns of capital, buy-backs				
7.5 +Convertible debt securities (description)				
7.6 Changes during quarter				
(a) Increases through issues				
(b) Decreases through securities matured, converted				
7.7 Options			Exercise Price	Expiry Date
A – Director, Consultant and Employee Options	3,000,000	-	\$0.235	26 November 2015
7.8 Issued during quarter	3,000,000	-	\$0.235	26 November 2015
7.9 Exercised during quarter	(500,000)	-	\$0.15	15 December 2012
7.10 Expired during quarter	(22,400,000)	-	\$0.15	15 December 2012
7.11 Debentures (totals only)				
7.12 Unsecured notes (totals only)				

+ See chapter 19 for defined terms.

Compliance statement

- 1 This statement has been prepared under accounting policies, which comply with accounting standards as defined in the Corporations Act or other standards acceptable to ASX.
- 2 This statement does give a true and fair view of the matters disclosed.



Sign here:

Date: 16 January 2013

Managing Director

Print name:

Paul E Burton